

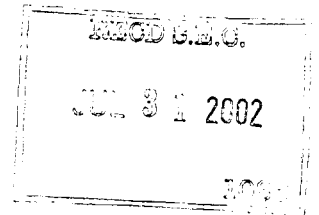


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U.S. SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549



Form 6-K

**REPORT OF FOREIGN PRIVATE ISSUER PURSUANT TO RULE 13a-16 or  
15d-16 OF THE SECURITIES EXCHANGE ACT OF 1934**

For the month of July, 2002

**CASCADES BOXBOARD GROUP INC.**  
(formerly Paperboard Industries International Inc.)

772 Sherbrooke Street West, Suite 300  
Montreal, Quebec H3A 1G1  
Canada

(address of registrant's principal executive offices)

PROCESSED

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FINANCIAL

Indicate by check mark whether the registrant files or will file annual reports under cover of Form 20-F or Form 40-F :

Form 20-F



Form 40-F



Indicate by check mark whether the registrant by furnishing the information contained in this Form is also thereby furnishing the information to the Commission pursuant to Rule 12g3-2(b) under the Securities Exchange Act of 1934 :

Yes



No



If "Yes" is marked, indicate below the file number assigned to the registrant in connection with Rule 12g3-2(b) : \_\_\_\_\_

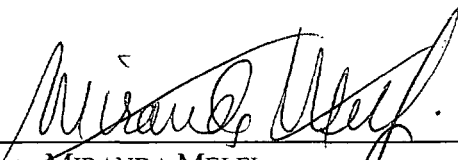
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This Report of Foreign Private Issuer on Form 6-K is being filed with the Securities and Exchange Commission by Cascades Boxboard Group Inc. (formerly Paperboard Industries International Inc.) (the "Company") for the purpose of providing the information set forth in the press release/quarterly report for the six-month period ended June 30, 2002, a copy of which is filed hereto and incorporated herein by reference.

## SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

**CASCADES BOXBOARD GROUP INC.**  
(Registrant)

By :   
Name: MIRANDA MELFI  
Title: Vice-President, Legal Affairs  
and Corporate Secretary

Date : July 30, 2002



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Suite 300, Montréal  
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**Cascades Boxboard Group Inc. Announces  
its Second Quarter Results**

*Montreal, Quebec, July 26, 2002* — Cascades Boxboard Group Inc. (formerly known as Paperboard Industries International Inc.) ("the Company") attained net sales of \$242 million for the second quarter ended June 30, 2002, compared to \$219 million for the corresponding quarter of 2001. For the six-month period ended June 30, 2002, the Company recorded net sales of \$478 million, compared to \$432 million for the corresponding period of 2001.

This 10% net sales increase is due to strong boxboard shipments in both North America and Europe, the addition of a folding carton plant in Quebec acquired from a sister company in January 2002 and the proportionate consolidation since January 2, 2002 of the Company's interest in Metro Waste Paper Recovery Inc. (See note 3 of the interim financial statements.)

Earnings before interest, taxes, depreciation and amortization (EBITDA) stood at \$24 million for the second quarter, compared to \$21 million for the corresponding quarter of 2001 and \$24 million for the first quarter of 2002.

Net earnings for the quarter were \$8.5 million compared with restated net earnings of \$5.1 million for the corresponding quarter in 2001. The quarterly net earnings of \$8.5 million include a foreign exchange translation gain of \$6 million. Net earnings for the six-month period ended June 30, 2002 were \$11.8 million compared with a restated net loss of \$7.2 million for the corresponding period in 2001. The 2001 results were restated to apply new CICA guidelines on foreign currency translation, which eliminate the deferral and amortization of unrealized translation gains or losses on foreign currency denominated monetary items. (See Note 2 of the interim financial statements.)

Net earnings before unusual items for the quarter were \$7.6 million. Second quarter unusual items consist of a provision of \$5.5 million for expenses relating to the closure of a folding carton plant in Ontario and a gain of \$5.7 million resulting from the reduction by the Court of First Instance of the European Communities of the fine, and the associated accrued interest, imposed in 1994 on the Company's European subsidiary, Cascades S.A.

Cascades Boxboard Group Inc. is a 100% subsidiary of Cascades Inc., a leader in the manufacturing of packaging products, tissue paper and specialized fine papers (CAS-TSX). Cascades Boxboard Group is a leading manufacturer and converter of coated boxboard for folding cartons and micro-flute packaging in North America and in Europe. The Company, through its seven boxboard facilities, has an annual production capacity of 865,000 metric tonnes of boxboard. Through its seven folding carton plants, Cascades Boxboard Group has an annual converting capacity of 160,000 metric tonnes of boxboard.

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***For further information :***

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# **CASCADES BOXBOARD GROUP INC.**

## **Consolidated Balance Sheet**

*(in thousands of canadian dollars)*

	As at June 30 2002 (unaudited)	As at Dec 31 2001 Restated (See note 2)
<b>Assets</b>		
<b>Current Assets</b>		
Cash and cash equivalents	9,110	13,923
Accounts receivable	211,005	189,139
Inventories	148,088	138,354
	368,203	341,416
<b>Investments</b>	63,008	72,203
<b>Property, plant and equipment</b>	454,674	443,385
<b>Other assets</b>	29,184	32,480
	915,069	889,484
<b>Liabilities and shareholders' equity</b>		
<b>Current liabilities</b>		
Bank loans and advances	6,780	4,494
Trade accounts payable and accrued liabilities	200,619	170,015
Current portion of long-term debt	27,481	30,515
	234,880	205,024
<b>Long-term debt</b>	346,188	380,910
<b>Redeemable preferred shares</b>	53,430	53,430
<b>Future income taxes</b>	29,182	32,130
<b>Other liabilities</b>	21,292	18,768
<b>Non-controlling interests</b>	36,408	37,250
	721,380	727,512
<b>Shareholders' equity</b>		
Capital stock	183,340	170,158
Contributed surplus	4,235	4,235
Deficit	(7,739)	(18,981)
Foreign currency translation adjustments	13,853	6,560
	193,689	161,972
	915,069	889,484



# **CASCADES BOXBOARD GROUP INC.** **Consolidated Statements of Earnings**

(in thousands of canadian dollars)

(unaudited)

	For the quarter ended June 30		For the six-month period ended June 30	
	2002	2001	2002	2001
		Restated (See note 2)		Restated (See note 2)
Sales	258,894	234,493	511,021	461,909
Freight costs	16,587	15,089	32,790	30,275
<b>Net sales</b>	<b>242,307</b>	<b>219,404</b>	<b>478,231</b>	<b>431,634</b>
<b>Cost of sales and expenses</b>				
Cost of sales	196,382	179,144	386,732	352,597
Selling and administrative expenses	21,747	18,793	43,168	36,792
Depreciation and amortization	12,253	10,834	24,618	22,228
	230,382	208,771	454,518	411,617
<b>Operating income</b>	<b>11,925</b>	<b>10,633</b>	<b>23,713</b>	<b>20,017</b>
Interest	6,949	8,758	14,596	18,172
Dividends on Class A preferred shares	793	918	1,586	1,836
Foreign exchange (gain) loss related to long-term debt	(6,025)	(5,612)	(6,038)	1,645
Unusual items	(235)	-	(1,505)	-
	10,443	6,569	15,074	(1,636)
<b>Provision for income taxes</b>	<b>1,195</b>	<b>1,597</b>	<b>2,207</b>	<b>3,245</b>
	9,248	4,972	12,867	(4,881)
<b>Share of results of significantly influenced companies</b>	<b>867</b>	<b>97</b>	<b>1,166</b>	<b>(1,979)</b>
<b>Non-controlling interests</b>	<b>(1,630)</b>	<b>94</b>	<b>(2,254)</b>	<b>(364)</b>
<b>Net earnings (loss) for the period</b>	<b>8,485</b>	<b>5,163</b>	<b>11,779</b>	<b>(7,224)</b>



# CASCADES BOXBOARD GROUP INC.

## Consolidated Statements of Cash Flows

(in thousands of canadian dollars)  
(unaudited)

	For the quarter ended June 30		For the six-month period ended June 30	
	2002	2001	2002	2001
		Restated (See note 2)	Restated (See note 2)	Restated (See note 2)
<b>Operating activities</b>				
Net earnings (loss) for the period	8,485	5,163	11,779	(7,224)
Items not affecting cash -				
Depreciation and amortization	12,252	10,834	24,617	22,228
Future income taxes	(930)	(1,301)	(2,070)	(2,556)
Share of results of significantly influenced companies	(867)	(97)	(1,166)	1,979
Non-controlling interests	1,630	(94)	2,254	364
Unusual items	(235)	-	(1,505)	-
Foreign exchange non-materialized related to long-term debt	(6,025)	(5,612)	(6,038)	1,645
Other	1,446	414	2,280	597
Cash flow from operations	15,756	9,307	30,151	17,033
Changes in non-cash working capital balances	3,254	(11,871)	11,597	(1,244)
	19,010	(2,564)	41,748	15,789
<b>Investment activities</b>				
Business acquisition	-	-	(725)	(11,362)
Purchase of property, plant and equipment	(6,062)	(5,391)	(11,854)	(11,067)
Net change in investments	(161)	(21)	(51)	169
(Increase) decrease in other assets	(517)	1,361	(520)	505
	(6,740)	(4,051)	(13,150)	(21,755)
<b>Financing activities</b>				
Net change in bank loans and advances	2,526	242	2,219	(538)
Increase in long-term debt	(818)	6,458	3,255	15,616
Payments of long-term debt	(18,216)	(321)	(38,982)	(11,956)
Share issue	-	-	-	4,500
Dividends on Class B preferred shares	(268)	(269)	(537)	(538)
	(16,776)	6,110	(34,045)	7,084
Translation adjustments on cash and cash equivalents	895	(1,880)	634	(1,529)
<b>Net change in cash and cash     equivalents during the period</b>	<b>(3,611)</b>	<b>(2,385)</b>	<b>(4,813)</b>	<b>(411)</b>
Cash and cash equivalents at beginning of period	12,721	16,474	13,923	14,500
<b>Cash and cash equivalents at end of period</b>	<b>9,110</b>	<b>14,089</b>	<b>9,110</b>	<b>14,089</b>
<b>Supplemental disclosure</b>				
Interest paid	2,859	4,607	14,307	18,031
Income taxes paid	2,156	4,551	4,769	5,806





# CASCADES BOXBOARD GROUP INC.

## Segmented Information

(in thousands of Canadian dollars, except shipments)

(unaudited)

	For the quarter ended June 30		For the six-month period ended June 30	
	2002	2001	2002	2001
<b>Shipments (in metric tonnes)</b>				
Boxboard - North America*	85,379	75,323	165,469	144,614
Boxboard - Europe	128,121	118,773	255,559	246,545
Pulp FjordCell	18,115	16,359	37,724	32,379
<b>Net sales</b>				
Boxboard - North America	114,986	100,070	223,348	187,359
Boxboard - Europe	112,759	104,912	225,125	215,489
Pulp FjordCell	14,562	14,422	29,758	28,786
	<b>242,307</b>	<b>219,404</b>	<b>478,231</b>	<b>431,634</b>
<b>Earnings before interest, taxes, depreciation and amortization</b>				
Boxboard - North America	9,471	8,920	18,576	13,064
Boxboard - Europe	14,675	12,381	30,507	27,556
Pulp FjordCell	32	166	(752)	1,625
	<b>24,178</b>	<b>21,467</b>	<b>48,331</b>	<b>42,245</b>
Depreciation and amortization	12,253	10,834	24,618	22,228
<b>Operating income</b>	<b>11,925</b>	<b>10,633</b>	<b>23,713</b>	<b>20,017</b>

\*excluding converted products

# **CASCADES BOXBOARD GROUP INC.**

## **Notes to interim consolidated financial statements**

*(in thousands of Canadian dollars)*  
(unaudited)

### **Note 1 Basis of Presentation**

The accompanying unaudited interim consolidated financial statements are prepared in accordance with Canadian generally accepted accounting principles and contain all adjustments necessary to present fairly the Company's financial position as at June 30, 2002 and December 31, 2001 as well as its results of operations and its cash flow for the six-month period ended June 30, 2002 and 2001.

The interim consolidated financial statements and notes should be read in conjunction with the Company's most recent annual consolidated financial statements.

These interim consolidated financial statements follow the same accounting policies as the most recent annual consolidated financial statements except for the changes described in note 2.

### **Note 2 Change in accounting policies**

#### **a) Goodwill and Other Intangible Assets**

On January 1, 2002 the Company applied the new recommendation of the Canadian Institute of Chartered Accountants ("CICA") regarding goodwill and the other intangible assets. Under the new recommendation, goodwill and indefinite-lived intangibles are no longer to be amortized and must be tested for impairment annually and written down when their fair value is lower than their carrying value. Upon adoption of this recommendation, goodwill must be tested for impairment as of the beginning of the current year. For information purposes, this recommendation will reduce the amortization recorded by the Company by approximately \$861 per year.

#### **b) Foreign Currency Translation**

On January 1, 2000, the Company applied retroactively with restatement of the comparative figures the new recommendation of the CICA regarding foreign currency translation. The new recommendation eliminates the deferral and amortization of exchange gains and losses arising from the translation of long-term debt and other similar monetary items. Consequently, all translation gains and losses are reported in earnings as they arise. Accordingly, net income for the six-month period ended June 30, 2001 has been decreased by \$1,028, net income for the three-month period ended June 30, 2001 has been increased by \$5,720 and 2001 opening retained earnings and other assets have decreased by \$6,990.

### **Note 3 Business acquisition**

Effective January 2, 2002, the Company's interest of 27% in Metro Waste Recovery Inc. is accounted for using the proportionate consolidation method.